

## Financial Results for the Second Quarter of the Fiscal Year Ending March 31, 2016 [Japanese GAAP] (non-consolidated)

November 13, 2015

Name of Company	GreenPeptide Co., Ltd.	Listed Market	Mothers, TSE
TSE Code	4594	URL	<a href="http://www.green-peptide.com/">http://www.green-peptide.com/</a>
Representative	(Title) President & CEO	(Name)	Kenichi Nagai
Contact	(Title) Director/CFO	(Name)	Teruhiko Sakai (TEL) +81-3-5840-7697
Scheduled date of submission of quarterly report	: November 13, 2015		
Scheduled date of dividend payment commencement	: —		
Supplementary materials for quarterly financial statements	: None		
Briefing of quarterly financial results	: Yes ( for analysts and institutional investors )		

(Millions of yen, rounded down to the nearest million)

### 1. Results of the 2nd quarter of the fiscal year ending March 31, 2016 (April 1, 2015 – September 30, 2015)

(1) Results of Operation (Percentages represent changes from the same quarter of previous year)

	Net sales		Operating income		Ordinary income		Net income for the quarter	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Six months ended September 30, 2015	415	—	-606	—	-593	—	-594	—
Six months ended September 30, 2014	—	—	—	—	—	—	—	—

	Net earnings per share for the quarter	Fully diluted net earnings per share for the quarter
	Yen	Yen
Six months ended September 30, 2015	-23.50	—
Six months ended September 30, 2014	—	—

(Notes)

1. As for class A preferred stocks (42,428 shares), upon exercise of the acquisition request with put options in consideration of ordinary stocks, we issued 42,428 shares of ordinary stock effective July 14, 2015 and acquired the mentioned class A preferred stocks as treasury stocks. The treasury stocks were cancelled effective the same day. Then, the Company conducted a 100-for-1 stock split of its ordinary stocks effective July 31, 2015. Net income per share for the quarter has been calculated as if a series of transaction for the stock split was conducted at the beginning of this fiscal year.
2. As the Company started disclosure of the financial results for the second quarter from the current fiscal year, actual results and the rate of increase/decrease for the second quarter of the fiscal year ended March 31, 2015 are not stated.
3. Fully diluted net earnings per share for the quarter is not stated as net loss was recorded for this period although there are residual shares.

(2) Financial Positions

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of September 30, 2015	639	429	67.2
As of March 31, 2015	1,227	1,024	83.4

(Reference) Shareholders' equity As of September 30, 2015 429 Million yen As of March 31, 2015 1,024 Million yen

### 2. Dividends

	Annual Dividends per share				
	End of 1Q	End of 2Q	End of 3Q	Year-end	Annual
	Yen	Yen	Yen	Yen	Yen
Fiscal Year ended March 31, 2015	—	0.00	—	0.00	0.00
Fiscal Year ending March 31, 2016	—	0.00	—	0.00	0.00
Fiscal Year ending March 31, 2016 (Forecast)	—	—	—	0.00	0.00

(Notes) Corrections to most recently disclosed dividend projections : None

### 3. Projected financial results for fiscal year ending March 31, 2016 (April 1, 2015 – March 31, 2016)

(Percentages represent changes from the same period of previous year)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	832	1.3	-1,341	—	-1,328	—	-1,329	—	-47.15

(Notes)

1. Corrections to most recently disclosed financial results projections : None
2. Current net income per share for the fiscal year ending March 31, 2016 (forecast) is calculated based on the average number of the total outstanding shares during the period, including the number of publicly-offered stocks (6,500,000 shares).
3. As for class A preferred stocks (42,428 shares), upon exercise of the acquisition request with put options in consideration of ordinary stocks, we issued 42,428 shares of ordinary stock effective July 14, 2015 and acquired the mentioned class A preferred stocks as treasury stocks. The treasury stocks were cancelled effective the same day. Then, the Company conducted a 100-for-1 stock split of its ordinary stocks effective July 31, 2015. Net income per share has been calculated as if a series of transaction for the stock split was conducted at the beginning of this fiscal year.

[Notes]

- (1) Application of special accounting methods for the preparation of quarterly financial statements : None
- (2) Changes in significant accounting policies, changes in accounting estimates and restatements
  - 1) Changes in accounting policies due to revisions of accounting standards, etc. : None
  - 2) Changes in accounting policies due to other reasons than above 1) : None
  - 3) Changes in accounting estimates : None
  - 4) Restatements : None

#### (3) Number of shares outstanding (common stock)

1) Number of shares outstanding at the end of fiscal term (including treasury stocks)	As of September 30, 2015	25,307,700 shares	As of March 31, 2015	25,307,700 shares
2) Number of treasury stocks at the end of fiscal term	As of September 30, 2015	— shares	As of March 31, 2015	— shares
3) Average number of shares during the fiscal term (cumulative from beginning of quarter)	Six months ended September 30, 2015	25,307,700 shares	Six months ended September 30, 2014	— shares

(Notes)

1. As the Company did not prepare quarterly financial statements for the fiscal year ended March 31, 2015, the average number of the total outstanding shares (on a quarterly cumulative basis) for the second quarter of the fiscal year ended March 31, 2015 is not stated.
2. Due to a 100-for-1 stock split which was conducted with an effective date of July 31, 2015, the number of shares is calculated as if such stock split was implemented at the beginning of the previous fiscal year.

#### \* Disclosure on the status of the quarterly review procedures.

Although this quarterly financial report is not subject to the requirement of the quarterly review procedures under the Financial Instruments and Exchange Act, the quarterly review procedures for the quarterly financial statements have been completed at the time of disclosure of the quarterly financial report.

#### \* Explanations regarding appropriate use of forecasts and projections of financial results, and other specific notes.

All forecasts and projections contained in this presentation are based on the information currently available to the management and they are not intended to represent our promise to attain them as a goal. Furthermore, due to various reasons, actual results may differ substantially.

## Financial statements for the quarter

### (1) Balance sheets for the quarter

(Thousands of yen)

	As of March 31, 2015	As of September 30, 2015
<b>Assets</b>		
Current assets		
Cash and deposits	823,737	294,969
Accounts receivable - trade	79,599	85,451
Merchandise and finished products	4,573	7,139
Work in process	16,770	1,122
Raw materials and supplies	127,157	112,414
Advance payments - trade	12,179	10,773
Advance payments - other	57,126	47,880
Accounts receivable - other	10,475	7,123
Other	24,359	7,901
Total current assets	1,155,979	574,775
Non-current assets		
Property, plant and equipment		
Facilities attached to buildings, net	14,539	13,482
Machinery and equipment, net	979	858
Tools, furniture and fixtures, net	29,735	23,839
Total property, plant and equipment	45,255	38,180
Intangible assets		
Software	2,157	2,159
Total intangible assets	2,157	2,159
Investments and other assets		
Guarantee deposits	24,073	24,073
Total investments and other assets	24,073	24,073
Total non-current assets	71,486	64,413
Total assets	1,227,465	639,189

(Thousands of yen)

	As of March 31, 2015	As of September 30, 2015
<b>Liabilities</b>		
Current liabilities		
Accounts payable - trade	57,920	66,527
Accounts payable - other	45,156	68,420
Income taxes payable	4,531	2,268
Advances received	66,850	38,733
Other	4,451	6,614
Total current liabilities	178,910	182,565
Non-current liabilities		
Provision for retirement benefits	14,968	17,841
Deferred tax liabilities	2,076	1,934
Asset retirement obligations	7,383	7,419
Total non-current liabilities	24,427	27,195
Total liabilities	203,337	209,761
<b>Net assets</b>		
Shareholders' equity		
Capital stock	642,585	642,585
Capital surplus	626,170	626,170
Retained earnings	-244,627	-839,327
Total shareholders' equity	1,024,127	429,427
Total net assets	1,024,127	429,427
Total liabilities and net assets	1,227,465	639,189

(2) Statements of operations for the quarter  
 For the first six months (ended September 30, 2015)

(Thousands of yen)

	Six months ended September 30, 2015
Net sales	415,904
Cost of sales	389,011
Gross profit	26,892
Selling, general and administrative expenses	633,600
Operating loss	-606,707
Non-operating income	
Interest income	71
Subsidy income	12,789
Other	70
Total non-operating income	12,931
Non-operating expenses	
Foreign exchange losses	181
Total non-operating expenses	181
Ordinary loss	-593,957
Loss before income taxes	-593,957
Income taxes - current	884
Income taxes - deferred	-141
Total income taxes	742
Net loss	-594,699

## (3) Statements of Cash Flows for the quarter

(Thousands of yen)

	Six months ended September 30, 2015
<b>Cash flows from operating activities</b>	
Loss before income taxes	-593,957
Depreciation	8,825
Increase (decrease) in provision for retirement benefits	2,873
Interest and dividend income	-71
Subsidy income	-12,789
Decrease (increase) in accounts receivable - trade	-5,852
Decrease (increase) in inventories	27,825
Increase (decrease) in accounts payable - trade	8,607
Increase (decrease) in advances received	-28,117
Other, net	54,585
Subtotal	-538,070
Interest and dividend income received	71
Subsidy income received	12,789
Income taxes paid	-1,841
Net cash provided by (used in) operating activities	-527,050
<b>Cash flows from investing activities</b>	
Purchase of property, plant and equipment	-1,467
Purchase of intangible assets	-250
Net cash provided by (used in) investing activities	-1,717
<b>Cash flows from financing activities</b>	
Net cash provided by (used in) financing activities	—
Net increase (decrease) in cash and cash equivalents	-528,767
Cash and cash equivalents at beginning of period	823,737
Cash and cash equivalents at end of period	294,969